

Material Event Disclosure – August 13, 2012

Redevelopment Agency of the City of Riverside 2003 Tax Allocation Bonds, Series A Downtown/Airport Merged Project Area

Pursuant to the requirements of the Continuing Disclosure Certificate for the above referenced issue, notice is hereby given of a material event consistent with Rule 15c2-12 of the Securities and Exchange Commission. The following additional material events have occurred since the last material event disclosure provided by the Agency:

- **Consolidation of previously posted items**

THE BELOW DISCLOSURE INFORMATION HAS PREVIOUSLY BEEN PROVIDED

- **Actions taken relative to National Public Financial Guarantee Corp's (NPFG) rating:**

- (1) – On February 18, 2009, MBIA transferred its public finance insurance line of business to National Public Financial Guarantee Corp. (NPFG).
- (2) – On February 18, 2009, Standard and Poor's decreased its rating from "AA" to "AA-"
- (3) – On June 6, 2009, Standard and Poor's decreased its rating from "AA-" to "A"
- (4) – On December 22, 2010, Standard and Poor's decreased its rating from "A" to "BBB"
- (5) – On December 19, 2011, Moody's decreased its rating from "Baa1" to "Baa2"

NPFG provides an insurance policy guaranteeing the scheduled payment of principal and interest on the bonds.

- **Substitution of Credit provider:**

- (1) – On February 18, 2009, the insurer MBIA was reinsured by National Public Financial guarantee Corporation (NPFGC)

- **Actions taken relative to MBIA Insurance Corp's (MBIA) rating:**

- (1) – On April 4, 2008, Fitch Ratings decreased its rating from "AAA" to "AA"
- (2) – On June 4, 2008, Standard and Poor's decreased its rating from "AAA" to "AA"
- (3) – On June 19, 2008, Moody's decreased its rating from "Aaa" to A2

(4) – On June 26, 2008, Fitch withdrew its rating of MBIA.

(5) – On November 5, 2008, Moody's decreased its rating from "A2" to "Baa1"

MBIA provided an insurance policy guaranteeing the scheduled payment of principal and interest on the bonds.